STAND. COM. REP. NO. 3364

Honolulu, Hawaii

APR 0 4 2014

RE: H.B. No. 2282

H.D. 1 S.D. 2

Honorable Donna Mercado Kim President of the Senate Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred H.B. No. 2282, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO HIGH TECHNOLOGY,"

begs leave to report as follows:

The purpose and intent of this measure is to support Hawaii's technology industry.

Specifically, this measure:

- (1) Changes the name of the High Technology Development Corporation to the Hawaii Technology Development Corporation.
- (2) Authorizes the Hawaii Technology Development Corporation to provide grants to any business in Hawaii that receives a federal small business innovation research phase II or III award or contract from a participating federal agency similar to the grant qualification of businesses that have received a federal small business technology transfer program phase II or III award or contract; and
- (3) Re-establishes the High Technology Innovation Corporation to facilitate the growth and development of the commercial high technology industry in Hawaii.



Your Committee received written comments in support of this measure from Spectrum Photonics, The Chamber of Commerce of Hawaii; Terasys Technologies, and Oceanit Laboratories Inc. The Department of the Attorney General, Hawaii Strategic Development Corporation, and High Technology Development Corporation submitted written comments on the measure.

Your Committee finds that changing the name of the High Technology Development Corporation to the Hawaii Technology Development Corporation will help to more accurately reflect the corporation's mission to work with all technology industries. Your Committee also finds that authorizing the Hawaii Technology Development Corporation to provide grants to businesses in Hawaii that have received a federal small business innovation research phase II or III award or contract, in addition to the current phase I awards or contracts, will help to provide mid- and latestage funding for businesses that are attempting to become commercially viable.

In addition, your Committee believes that re-establishing the High Technology Innovation Corporation will help to support the efforts of the Hawaii Technology Development Corporation by providing access to additional sources of revenue not otherwise available and by increasing the flexibility to quickly and effectively respond to growth and development demands in Hawaii's technology sector.

Your Committee has amended this measure by:

- Amending the language authorizing the Hawaii Technology Development Corporation to provide grants to any business in Hawaii that receives a federal small business innovation research award or contract to mirror the language in section 206M-15(b)(2), Hawaii Revised Statutes, regarding the federal small business technology transfer program;
- (2) Authorizing the ex officio members of the High Technology Innovation Corporation board of directors to designate a representative to the board; and
- (3) Making technical nonsubstantive amendments to correct a spelling error and for the purposes of clarity, consistency, and style.



As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2282, H.D. 1, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2282, H.D. 1, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DAVID Y IGE Cha

The Senate Twenty-Seventh Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		D	Date:	
HB 2282 HD1,501	EGH/TEC, WAM		M	3-28-14	
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)		/			
KIDANI, Michelle N. (VC)		/			
CHUN OAKLAND, Suzanne					
DELA CRUZ, Donovan M.					V
ENGLISH, J. Kalani		/			
ESPERO, Will					
KAHELE, Gilbert					
KEITH-AGARAN, Gilbert S.C.		_			·
KOUCHI, Ronald D.			·		
RUDERMAN, Russell E.					
THIELEN, Laura H.				_	
TOKUDA, Jill N.	***			·	
SLOM, Sam					
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Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature: Muhille A Sideri					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes